

TEACHERS' FUND FOR RETIREMENT
A Division of ND Retirement and Investment Office
Balance Sheet
As of 3/31/2004

4/28/2004

	As of <u>3-31-04</u>	As of <u>6-30-03</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 555,140,870	\$ 475,417,195
INTERNATIONAL EQUITIES	360,349,656	293,812,409
DOMESTIC FIXED INCOME	175,624,155	150,491,883
INTERNATIONAL FIXED INCOME	63,898,036	52,857,523
REAL ESTATE	118,766,898	109,451,910
VENTURE CAPITAL	60,686,063	52,189,986
INVESTED CASH (NOTE 1)	<u>25,311,032</u>	<u>23,855,378</u>
 TOTAL INVESTMENTS	 1,359,776,710	 1,158,076,284
 RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	5,573,424	4,588,915
CONTRIBUTIONS RECEIVABLE	4,795,895	6,260,471
MISCELLANEOUS RECEIVABLE	<u>0</u>	<u>41,698</u>
 TOTAL RECEIVABLES	 10,369,319	 10,891,084
 OTHER ASSETS		
OPERATING CASH (NOTE 2)	7,144,537	7,388,155
DUE FROM OTHER AGENCIES (NOTE 3)	<u>4,555</u>	<u>0</u>
 TOTAL ASSETS	 <u><u>\$ 1,377,295,121</u></u>	 <u><u>\$ 1,176,355,523</u></u>
 LIABILITIES:		
ACCOUNTS PAYABLE	824,067	824,172
ACCRUED EXPENSES	250,094	244,481
DUE TO OTHER AGENCIES (NOTE 4)	<u>0</u>	<u>38,392</u>
 TOTAL LIABILITIES	 1,074,161	 1,107,045
 NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	1,175,248,478	1,165,369,565
CASH IN DURING YEAR (NOTE 5)	90,420,500	120,855,000
CASH OUT DURING YEAR (NOTE 6)	94,209,850	120,855,000
NET INCREASE (DECREASE)	<u>204,761,832</u>	<u>9,878,913</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>1,376,220,960</u>	 <u>1,175,248,478</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u><u>\$ 1,377,295,121</u></u>	 <u><u>\$ 1,176,355,523</u></u>

TEACHERS' FUND FOR RETIREMENT
A Division of ND Retirement and Investment Office
Profit and Loss Statement
For the Month Ended 3/31/2004

4/28/2004

	Month Ended <u>3-31-04</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 2,695,701	\$ 26,751,478
SECURITIES LENDING INCOME	<u>62,592</u>	<u>507,847</u>
	2,758,293	27,259,325
 GAIN ON SALE OF INVESTMENTS	 20,617,060	 130,968,379
LOSS ON SALE OF INVESTMENTS	<u>13,402,559</u>	<u>85,237,049</u>
 NET GAINS (LOSSES) INVESTMENTS	 7,214,501	 45,731,330
 INVESTMENT EXPENSES	 175,338	 3,229,482
SECURITIES LENDING EXPENSES	47,707	353,200
SIB ADMINISTRATIVE EXPENSES	<u>13,722</u>	<u>89,804</u>
 NET INVESTMENT INCOME	 9,736,027	 69,318,169
 NET APPREC (DEPREC) MARKET VALUE	 (6,693,961)	 153,757,939
MISCELLANEOUS INCOME/(EXPENSE)	<u>(312)</u>	<u>223,373</u>
 TOTAL INVESTMENT INCOME	 3,041,754	 223,299,481
 CONTRIBUTIONS & ASSESSMENTS (NOTE 7)	 4,932,966	 38,522,534
PURCHASED SERVICE CREDIT (NOTE 8)	253,551	2,896,469
PENALTY & INTEREST (NOTE 9)	<u>60</u>	<u>(120)</u>
 TOTAL ADDITIONS	 <u>8,228,331</u>	 <u>264,718,364</u>
DEDUCTIONS:		
BENEFITS PAID PARTICIPANTS (NOTE 10)	6,387,592	57,550,803
REFUNDS TO MEMBER (NOTE 11)	<u>207,069</u>	<u>1,675,275</u>
 TOTAL BENEFITS PAID	 6,594,661	 59,226,078
 ADMINISTRATIVE EXPENSES		
RIO ADMINISTRATIVE CHARGE	80,977	730,454
MISCELLANEOUS EXPENSES	<u>0</u>	<u>0</u>
 TOTAL ADMINISTRATIVE EXPENSES	 <u>80,977</u>	 <u>730,454</u>
 TOTAL DEDUCTIONS	 <u>6,675,638</u>	 <u>59,956,532</u>
 NET INCREASE (DECREASE)	 <u>\$ 1,552,693</u>	 <u>\$ 204,761,832</u>

TEACHERS' FUND FOR RETIREMENT
Notes To Financial Statements
March 31, 2004

4/28/2004

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 INVESTED CASH

Pension Cash Pool invested in the short-term investment fund (STIF/STEP) at The Northern Trust Company.

NOTE 2 OPERATING CASH

TFFR money market and checking accounts at the Bank of North Dakota.

NOTE 3 DUE FROM OTHER AGENCIES

Amounts paid in anticipation of the allocation of administrative expenses of RIO.

NOTE 4 DUE TO OTHER AGENCIES

Amounts owed to RIO for administrative and direct costs charged.

NOTE 5 CASH IN DURING YEAR

Cash transferred into investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 6 CASH OUT DURING YEAR

Cash transferred out of investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 7 CONTRIBUTIONS & ASSESSMENTS

Assessments on teachers' salaries of 7.75 percent of salary plus a matching contribution paid by the employer unit, for a total contribution and assessment of 15.5 percent that must be remitted monthly.

NOTE 8 PURCHASED SERVICE CREDIT

Payments received on the purchase of service credit for TFFR as allowed by the North Dakota Century Code.

TEACHERS' FUND FOR RETIREMENT
Notes to Financial Statements
3/31/2004

4/28/2004

NOTE 9

PENALTY & INTEREST

Amounts charged to school districts for late payment or reporting of contributions and assessments.

NOTE 10

BENEFITS PAID TO PARTICIPANTS

Monthly annuity benefits paid to retired teachers on the first of each month.

NOTE 11

REFUND TO MEMBERS

Refunds of teachers' accounts who have ceased teaching in North Dakota.